Morning News 29-Sep-2022

MCB-ARIF HABIB
Savings and Investments Limited

- **Rupee, inflation, interest rates top wily Dar's agenda | BR:** Finance Minister Ishaq Dar on Wednesday said that the country is currently facing the worst economic crisis owing to the mismanagement of the previous Pakistan Tehreek-e-Insaf (PTI) government.
- **USD10bn may be sought from China during PM's visit | BR:** Pakistan is likely to seek USD10bn financial support from China as additional Balance of Payment (BoP) support, draw China's unutilized IMF SDRs and refinancing/rollover of commercial loans, well-informed sources told Business Recorder.
- **Dollar bonds slump after Dar vows to bring down interest rates | BR:** Pakistan's sovereign dollar-denominated bonds fell as much as 8 cents to hit fresh record lows after new finance minister Ishaq Dar on Wednesday vowed to bring down interest rates and fight inflation.
- **PKR684bn Sept target: FBR required to collect around PKR120bn in 2 days | BR:** The Federal Board of Revenue (FBR) is facing a gigantic task to collect around PKR120bn in the remaining two days of September to meet the monthly target of PKR684 billion by the end of the current month.
- **Rupee stays winning course, closes at 232.12/dollar | The News:** The rupee trended upwards for the fourth day, rising 0.77% against the dollar on Wednesday, while it is seen staying the course banking on 'Darnomics' and expected international flood aid inflows, analysts said.
- **Cabinet allows TCP to import 0.3mn MTs of urea on G2G basis | BR:** The federal cabinet Wednesday approved permission to import 0.3mn metric tons of urea to the Trading Corporation of Pakistan on a government-to-government basis for Rabi crop.
- **PM's aide 'forcing' PPIB to facilitate SEL's project? | BR:** An aide to the Prime Minister is reportedly forcing Private Power Infrastructure Board (PPIB) to extend unflinching support to a coal-fired project of Siddique Sons Limited (SEL).
- **No ban on transit trade transactions | BR:** The State Bank of Pakistan (SBP) on Wednesday said that there is no ban on transit trade transactions through any country. "In order to promote regional trade, it is clarified that there is no prohibition by the State Bank of Pakistan on transit trade transactions through any country including under the Transports Internationaux Routiers (TIR) Convention; provided no sanctioned item, person or entity is involved."
- **Price of petrol likely to drop by PKR9 | BR:** The prices of petroleum products are likely to come down up to PKR15 from October 1 due to a sharp decline in rates of POL in international markets, sources said on Tuesday. Industry sources said the Oil and Gas Regulatory Authority (Ogra) has started working in proportion to the prices of petroleum products in the global market.
- **Honda Atlas puts off its plan to launch HR-V in Pakistan | BR:** Honda Atlas Cars Pakistan has put off its plan to introduce the locally assembled version of its Vezel (HR-V), an official privy to the development told Business Recorder on Wednesday.
- **Pakistan, EU agree on multifaceted uplift agenda | BR:** Pakistan and the European Union agreed on multifaceted development cooperation agenda in a number of sectors including smart agriculture, economic growth and, sustainable infrastructure at the conclusion of the annual meeting of the Sub-Group on Development cooperation of the Pakistan European Union (EU) Joint Commission.
- **Pakistan Floods Require New Debt Talks, Foreign Minister Says | Bloomberg:** Pakistan's foreign minister said his country will need to revisit an International Monetary Fund package signed in August given the huge financial toll from recent floods, and he warned the US against pushing his country to choose between China and the West.
- **PML-N to file bail plea before Nawaz Sharif's return | Nation:** Pakistan Muslim League-Nawaz (PML-N) has finalised the strategy to ensure the safe return of former Prime Minister Nawaz Sharif to Pakistan. After the return of Ishaq Dar from London to Pakistan, the PML-N's legal team has finalized the arrangements to ensure the safe return of the former premier.

Market Indices			
	28-Sep-22	**27-Sep-22**	**30-Jun-22**
KSE 100	41,435	41,518	41,541
KSE 30	15,504	15,562	15,805
KMI 30	67,689	67,965	68,766
KSE All Shares	28,347	28,390	28,582
Volume (mn Shares)			
	28-Sep-22	**FYTD (Average)**	
KSE 100	106.0	108.6	
KSE 30	88.3	63.5	
KMI 30	75.9	61.2	
KSE All Shares	220.4	219.0	
Commodity Rates			
	28-Sep-22	**Daily Change**	**FYTD Change**
Crude Oil-Brent (USD/BBL)	89.3	3.5%	-22.2%
Crude Oil-Arab Light (USD/BBL)	87.5	4.4%	-18.9%
Coal (USD/Tonne)	297.5	-2.5%	-12.9%
Copper (USD/Lbs)	3.4	1.8%	-8.8%
Cotton (¢/Lbs)	89.2	0.5%	-19.1%
Gold (USD/Ounce)	1,659.4	1.9%	-8.2%
Currency (Interbank)			
	28-Sep-22	**Daily Change**	**FYTD Change**
US Dollar	231.5	-2.1%	13.2%
UK Pound	252.1	-0.6%	1.2%
Euro	225.3	-0.7%	5.1%
UAE Dirham	63.2	-2.0%	13.3%
Chinese Yuan	32.1	-2.4%	5.3%
Fund Flows (USD mn)			
	28-Sep-22	**FYTD**	
FOREIGN INDIVIDUAL	-3.83	15.27	
FOREIGN CORPORATES	-0.78	-11.77	
OVERSEAS PAKISTANI	0.12	11.41	
FIPI NET	**-4.49**	**14.91**	
Economic Data (USD mn)			
	FY22P	**FY21**	**FY20**
GDP Growth	6.0%	5.7%	-0.9%
	Jul-22	**Jun-22**	
Exports	2,254	2,918	
Imports	4,993	7,880	
Remittances	2,524	2,761	
Foreign Exchange Reserves	8,385	9,816	
Money Market Data			
	28-Sep-22	**27-Sep-22**	**30-Jun-22**
SBP Policy Rate	15.00	15.00	13.75
CPI Inflation	27.30	27.30	21.32
3 Month T-Bill	15.52	15.61	14.98
6 Month T-Bill	15.66	15.72	15.15
12 Month T-Bill	15.69	15.71	15.30
3 Year Government Bond	13.78	13.80	13.45
5 Year Government Bond	13.05	13.13	12.93
10 Year Government Bond	12.78	12.86	12.92
3 Month KIBOR	15.85	15.91	15.16
6 Month KIBOR	15.97	16.01	15.35

Data Sources : Reuters, PSX, NCCPL, PBS, SBP

Disclaimer: The information contained herein is compiled from sources MCB-AH believes to be reliable, but we do not accept responsibility for its accuracy or completeness. It is not intended to be an offer or a solicitation to buy or sell any mutual funds units.